

Raptor Resources, Inc.
December __, 2001
Page 4

By the authority granted me under the provisions of the Amended Stipulated Declaratory Judgment issued by the First Judicial District Court of Santa Fe County, New Mexico on July 11, 2001, in Hartman v. Oil Conservation Commission (Cause No. D-0101-CV-9902927), and Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. 8170, as amended, the following described well location at an unorthodox gas well location is hereby approved:

**State "A" A/C-2 Well No. 54
(API No. 30-025-08841)
660' FSL & 1980' FEL (Unit O)
Section 8, Township 22 South, Range 36 East, NMPM**

Also, you are hereby authorized to simultaneously dedicate Jalmat gas production from the State "A" A/C-2 Well Nos. 3, 7, 24, 25, 26, 43, 49, 53, 54, 55, 58, 59, 70 and 76; furthermore you are hereby permitted to produce the allowable assigned the spacing unit from all of said wells in any proportion.

All provisions applicable to the subject spacing unit in Division Order Nos. R-9073 and Division administrative Order NSL-2816(SD), Order NSL-2816-A(SD), Order NSL-2816-B(SD), Order NSL- 2816-C(SD), and Order NSL-2723-D(SD) shall remain in full force and effect until further notice.

Sincerely,

Lori Wrotenbery
Director

SEAL

cc: Oil Conservation Divison - Hobbs
NM State Land Office - Santa Fe